

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2005

	May-05				April-05				March-05				December-04				September-04				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Net ROR	Net ROR	Ended	Ended
				Net ROR				Net ROR				Net ROR				Net ROR				Net ROR		6/30/2004	6/30/2004	
																						Net	Net	
LARGE CAP DOMESTIC EQUITY																								
<i>Structured Growth</i>																								
LA Capital	920,732	5.1%	5.1%	4.10%	700,846	5.0%	5.1%	-1.93%	714,443	5.0%	5.1%	-1.12%	712,626	5.1%	5.1%	10.52%	644,557	5.0%	5.1%	-4.17%	6.93%	N/A	N/A	N/A
Total Structured Growth	920,732	5.1%	5.1%	4.10%	700,846	5.0%	5.1%	-1.93%	714,443	5.0%	5.1%	-1.12%	712,626	5.1%	5.1%	10.52%	644,557	5.0%	5.1%	-4.17%	6.93%	19.20%	-5.87%	-7.07%
Russell 1000 Growth				4.84%				-1.90%				-4.10%				9.17%				-5.23%	2.05%	17.88%	-3.74%	-6.48%
<i>Structured Value</i>																								
LSV	1,017,309	5.6%	5.1%	3.74%	777,380	5.5%	5.1%	-2.41%	796,341	5.6%	5.1%	1.39%	775,113	5.6%	5.1%	9.12%	710,399	5.5%	5.1%	3.11%	15.49%	29.44%	9.20%	8.31%
Russell 1000 Value				2.41%				-1.79%				0.09%				10.38%				1.54%	12.82%	21.13%	2.96%	0.64%
<i>Enhanced Russell 1000 Index</i>																								
LA Capital	1,235,386	6.8%	6.9%	2.76%	952,753	6.8%	6.9%	-2.40%	976,049	6.9%	6.9%	-0.98%	942,345	6.8%	6.9%	9.18%	863,143	6.7%	6.9%	-2.24%	5.99%	18.59%	-0.17%	N/A
Russell 1000				3.54%				-1.84%				-1.91%				9.80%				-1.81%	7.49%	19.48%	-0.32%	N/A
<i>Enhanced S&P 500 Index</i>																								
Northern Trust	1,240,361	6.8%	6.9%	3.25%	951,424	6.8%	6.9%	-1.95%	970,170	6.8%	6.9%	-1.90%	949,852	6.8%	6.9%	9.18%	869,971	6.7%	6.9%	-2.17%	6.09%	19.00%	-0.31%	N/A
Westridge	1,236,330	6.8%	6.9%	3.21%	949,394	6.8%	6.9%	-1.87%	967,269	6.8%	6.9%	-2.09%	947,348	6.8%	6.9%	9.50%	866,703	6.7%	6.9%	-1.94%	6.48%	19.30%	-0.36%	N/A
Total Enhanced S&P 500 Index	2,476,691	13.6%	13.7%	3.23%	1,900,818	13.6%	13.7%	-1.91%	1,937,439	13.6%	13.7%	-1.99%	1,897,200	13.7%	13.7%	9.34%	1,736,674	13.5%	13.7%	-2.13%	6.20%	19.81%	-0.24%	N/A
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	19.11%	-0.69%	N/A
<i>S&P 500 Index</i>																								
State Street	611,701	3.4%	3.4%	3.18%	469,623	3.3%	3.4%	-1.90%	478,714	3.4%	3.4%	-2.12%	482,601	3.5%	3.4%	9.23%	441,800	3.4%	3.4%	-1.87%	6.19%	19.08%	-0.67%	-2.17%
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	19.11%	-0.69%	-2.20%
TOTAL LARGE CAP DOMESTIC EQUITY	6,261,819	34.4%	34.3%	3.34%	4,801,420	34.2%	34.3%	-2.09%	4,902,987	34.5%	34.3%	-1.14%	4,809,885	34.7%	34.3%	9.44%	4,396,574	34.1%	34.3%	-1.59%	7.73%	20.38%	0.08%	-2.14%
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	19.11%	-0.69%	-2.20%
SMALL CAP DOMESTIC EQUITY																								
<i>Manager-of-Managers</i>																								
SEI	2,015,919	11.1%	10.7%	6.72%	1,439,306	10.3%	10.7%	-5.52%	1,431,010	10.1%	10.7%	-5.09%	1,636,897	11.8%	10.7%	14.79%	1,424,802	11.0%	10.7%	-3.59%	5.90%	33.33%	5.76%	N/A
Russell 2000 + 200bp				6.71%				-5.56%				-4.86%				14.64%				-2.36%	7.32%	35.99%	8.43%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	2,015,919	11.1%	10.7%	6.72%	1,439,306	10.3%	10.7%	-5.52%	1,431,010	10.1%	10.7%	-5.09%	1,636,897	11.8%	10.7%	14.79%	1,424,802	11.0%	10.7%	-3.59%	5.90%	33.33%	5.76%	6.81%
Russell 2000				6.55%				-5.73%				-5.34%				14.09%				-2.86%	5.38%	33.36%	6.24%	6.63%
INTERNATIONAL EQUITY																								
<i>Large Cap - Core</i>																								
State Street	102,236	0.6%	0.6%	0.07%	82,148	0.6%	0.6%	-2.30%	84,068	0.6%	0.6%	-0.17%	84,306	0.6%	0.6%	10.22%	143,442	1.1%	1.1%	-1.24%	6.24%	27.44%	0.42%	-1.44%
MSCI EAFE (1)				0.05%				-2.35%				-0.17%				11.69%				-0.72%	8.15%	26.98%	-1.27%	-1.15%
<i>Large Cap - Active</i>																								
Capital Guardian	300,886	1.7%	1.7%	2.28%	236,410	1.7%	1.7%	-2.62%	242,706	1.7%	1.7%	0.68%	241,131	1.7%	1.7%	10.34%	345,088	2.7%	2.8%	-1.48%	9.01%	25.40%	-1.15%	1.54%
LSV	292,309	1.6%	1.7%	1.74%	231,203	1.6%	1.7%	-2.86%	237,736	1.7%	1.7%	3.57%	229,300	1.7%	1.7%		-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Transition Account	1	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	(0)	0.0%	0.0%	N/A	(30)	0.0%	0.0%		-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Bank of Ireland	100,280	0.6%	0.6%	0.31%	80,470	0.6%	0.6%	-1.57%	81,666	0.6%	0.6%	-1.88%	83,242	0.6%	0.6%	16.02%	70,500	0.5%	0.6%	-1.07%	11.20%	23.61%	N/A	N/A
Total Large Cap - Active	693,475	3.8%	3.9%	1.76%	548,084	3.9%	3.9%	-2.57%	562,108	4.0%	3.9%	1.49%	553,643	4.0%	3.9%	11.63%	415,588	3.2%	3.3%	-1.41%	10.75%	25.11%	-0.79%	1.76%
MSCI EAFE - 50% Hedged				2.10%				-2.47%				1.71%				11.11%				-0.72%	11.72%	26.98%	-1.27%	-1.15%
<i>Small Cap - Active</i>																								
Lazard	100,906	0.6%	0.6%	-0.54%	81,690	0.6%	0.6%	-3.34%	84,489	0.6%	0.6%	3.98%	81,278	0.6%	0.6%	16.15%	75,375	0.6%	0.6%	0.76%	16.99%	44.40%	N/A	N/A
Wellington	100,081	0.5%	0.6%	0.65%	80,089	0.6%	0.6%	-3.15%	82,679	0.6%	0.6%	3.96%	79,568	0.6%	0.6%	13.12%	69,143	0.5%	0.6%	-4.63%	9.33%	42.26%	N/A	N/A
Total Small Cap - Active	200,987	1.1%	1.1%	0.05%	161,780	1.2%	1.1%	-3.25%	167,169	1.2%	1.1%	3.97%	160,846	1.2%	1.1%	14.63%	144,519	1.1%	1.1%	-1.92%	13.15%	43.25%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-0.10%				-2.20%				4.58%				16.82%				-0.82%	18.37%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	996,698	5.5%	5.5%	1.24%	792,012	5.6%	5.5%	-2.68%	813,345	5.7%	5.5%	1.82%	798,795	5.8%	5.5%	11.66%	703,548	5.5%	5.5%	-1.47%	10.36%	29.19%	2.00%	1.63%
MSCI EAFE - 50% Hedged				2.10%				-2.47%				1.71%				11.11%				-0.72%	11.72%	26.98%	-1.27%	-1.15%
EMERGING MARKETS EQUITY																								
<i>Capital Guardian</i>																								
Capital Guardian	374,588	2.1%	2.0%	4.81%	290,506	2.1%	2.0%	-1.82%	295,896	2.1%	2.0%	2.06%	289,908	2.1%	2.0%	15.37%	251,121	1.9%	2.0%	7.64%	30.43%	27.91%	8.93%	2.83%
MSCI Emerging Markets Free				3.52%				-2.67%				1.94%				17.27%				8.25%	30.39%	33.50%	13.09%	3.25%
DOMESTIC FIXED INCOME																								
<i>Core Bond</i>																								
Western Asset	632,850	3.5%	3.8%	1.10%	524,213	3.7%	3.4%	1.11%	521,345	3.7%	3.5%	-0.85%	405,670	2.9%	3.1%	1.25%	400,717	3.1%	3.0%	3.67%	6.38%	2.02%	8.00%	8.39%
Lehman Aggregate				1.08%				1.35%				-0.48%				0.96%				3.20%	6.22%	0.32%	6.35%	6.95%
<i>Active Duration</i>																								
WestAM (Criterion)	0	0.0%	0.0%	N/A	355	0.0%	0.0%	N/A	1,392	0.0%	0.0%	-3.95%	400,077	2.9%	3.1%	1.06%	395,944	3.1%	3.0%	2.75%	N/A	-0.25%	5.14%	6.43%
Lehman Aggregate				0.00%				0.00%				-0.48%				0.96%				3.20%	3.68%	0.32%	6.35%	6.95%
<i>Index</i>																								
Bank of ND	974,068	5.3%	6.3%	1.19%	805,549	5.7%	6.0%	1.63%	773,297	5.4%	6.0%	-0.50%	675,803	4.9%	5.9%	0.70%	669,044	5.2%	5.8%	3.46%	6.59%	-1.03%	6.88%	7.04%
Bank of ND Match Loan CD Program	209,732	1.2%	1.2%	0.43%	208,842	1.5%	1.5%	0.41%	207,980	1.5%	1.5%	1.25%	215,932	1.6%	1.6%	1.26%	214,825	1.7%	1.7%	1.21%	4.64%	5.08%	5.57%	5.70%
Total Index	1,183,800	6.5%	7.5%	0.99%	1,014,391	7.2%	7.5%	1.30%	981,277	6.9%	7.5%	-0.01%	891,735	6.4%	7.5%	0.87%	883,869	6.9%	7.5%	3.05%	6.32%	0.23%	6.79%	6.83%
Lehman Gov/Credit				1.25%				1.50%																

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	May-05				April-05				March-05				December-04				September-04				Current Fiscal YTD	Prior Year FY04	3 Years Ended 6/30/2004	5 Years Ended 6/30/2004
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net ROR	Net ROR	Net	Net
BBB Average Quality																								
Wells Capital (formerly Strong)	637,783	3.5%	3.8%	2.82%	526,694	3.8%	3.4%	1.21%	523,977	3.7%	3.5%	-0.70%	407,645	2.9%	3.1%	3.94%	391,410	3.0%	3.0%	4.62%	12.36%	1.29%	6.26%	7.23%
Lehman BBB				1.67%				0.94%				-1.57%				1.69%				4.76%	7.61%	1.23%	8.23%	6.60%
Timberland																								
RMK	595,154	3.3%	3.3%	-0.07%	497,989	3.6%	3.6%	-2.43%	513,336	3.6%	3.6%	-0.21%	499,677	3.6%	3.6%	8.02%	466,787	3.6%	3.6%	3.86%	9.15%	10.46%	N/A	N/A
TIR	1,640,699	9.0%	9.0%	-0.10%	1,373,224	9.8%	9.8%	1.82%	1,356,490	9.5%	9.5%	48.49%	892,325	6.4%	6.4%	0.43%	891,416	6.9%	6.9%	N/A	N/A	N/A	N/A	N/A
Total Timberland	2,235,854	12.3%	12.3%	-0.09%	1,871,212	13.3%	13.3%	0.66%	1,869,826	13.2%	13.2%	31.16%	1,392,001	10.0%	10.0%	3.04%	1,358,203	10.5%	10.5%	3.86%	41.15%	10.46%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	5,110,951	28.0%	30.0%	0.90%	4,281,610	30.5%	30.0%	0.59%	4,259,525	30.0%	30.0%	9.94%	3,919,384	28.2%	30.0%	2.69%	3,819,313	29.6%	30.0%	2.69%	17.67%	5.08%	6.35%	7.34%
Lehman Aggregate				1.08%				1.35%				-0.48%				0.96%				3.20%	6.22%	0.32%	6.35%	6.95%
HIGH YIELD BONDS																								
Loomis Sayles	456,203	2.5%	2.5%	2.25%	346,987	2.5%	2.5%	-1.40%	351,750	2.5%	2.5%	-1.32%	356,488	2.6%	2.5%	7.13%	332,737	2.6%	2.5%	6.23%	13.23%	N/A	N/A	N/A
Lehman High Yield Cash Pay Index				1.82%				-0.94%				-1.63%				4.51%				4.85%	8.71%	N/A	N/A	N/A
Sutter/Wells Capital	439,381	2.4%	2.5%	1.32%	337,059	2.4%	2.5%	-1.20%	340,882	2.4%	2.5%	-1.35%	345,571	2.5%	2.5%	3.98%	332,404	2.6%	2.5%	4.20%	7.00%	N/A	N/A	N/A
Merrill Lynch High Yield Master II Index				1.81%				-1.10%				-1.44%				4.55%				4.63%	8.57%	N/A	N/A	N/A
TOTAL HIGH YIELD BONDS	895,584	4.9%	5.0%	1.79%	684,046	4.9%	5.0%	-1.30%	692,633	4.9%	5.0%	-1.34%	702,059	5.1%	5.0%	5.56%	665,141	5.2%	5.0%	5.21%	10.08%	7.69%	6.68%	2.79%
Lehman High Yield Bond Index				1.78%				-0.97%				-1.61%				4.57%				4.85%	8.72%	10.33%	9.30%	4.78%
INTERNATIONAL FIXED INCOME																								
International Sovereign																								
UBS Global (Brinson)	393,797	2.2%	2.3%	-2.87%	316,595	2.3%	2.3%	1.37%	312,239	2.2%	2.3%	-3.31%	322,955	2.3%	2.3%	10.41%	289,932	2.2%	2.3%	3.06%	8.32%	7.86%	14.20%	6.47%
Citigroup Non-US Gov't Bond Index (2)				-2.84%				1.42%				-3.10%				10.63%				3.29%	9.11%	7.59%	13.65%	6.84%
International Core																								
Brandywine	402,281	2.2%	2.3%	-0.09%	313,954	2.2%	2.3%	0.34%	313,134	2.2%	2.3%	-3.20%	323,170	2.3%	2.3%	9.22%	298,484	2.3%	2.3%	4.74%	11.01%	9.65%	N/A	N/A
Lehman Global Aggregate (ex-US)				-2.84%				1.27%				-3.01%				10.66%				3.49%	9.28%	5.20%	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	796,078	4.4%	4.5%	-1.49%	630,549	4.5%	4.5%	0.85%	625,373	4.4%	4.5%	-3.26%	646,124	4.7%	4.5%	9.81%	588,417	4.6%	4.5%	3.90%	9.66%	8.78%	14.41%	6.59%
Citigroup Non-US Gov't Bond Index (2)				-2.84%				1.42%				-3.10%				10.63%				3.29%	9.11%	7.59%	13.65%	6.84%
REAL ESTATE																								
INVESCO	442,669	3.1%	2.5%	0.00%	367,866	2.6%	2.5%	0.00%	372,674	2.6%	2.5%	N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
J.P. Morgan	445,287	3.1%	2.5%	1.72%	363,802	2.5%	2.5%	3.06%	357,626	2.5%	2.5%	7.08%	684,628	4.9%	5.0%	2.85%	665,634	5.2%	5.0%	3.83%	19.87%	11.11%	7.63%	9.54%
TOTAL REAL ESTATE	887,956	4.9%	5.0%	0.85%	731,669	5.2%	5.0%	1.50%	730,300	5.1%	5.0%	4.05%	684,628	4.9%	5.0%	2.85%	665,634	5.2%	5.0%	3.83%	8.47%	11.11%	7.63%	9.54%
NCREIF TOTAL INDEX				1.16%				1.16%				3.51%				4.66%				3.42%	14.65%	10.82%	8.40%	9.33%
ALTERNATIVE INVESTMENTS																								
Coral Partners V	37,112			0.00%	19,572			0.00%	23,963			-6.15%	27,088			-4.59%	31,850			6.37%	-4.75%	-31.07%	-34.06%	-13.63%
Coral Partners V - Supplemental	4,896			0.00%	2,582			0.00%	3,133			3.00%	3,199			2.90%	3,788			2.37%	8.50%	30.44%	N/A	N/A
Coral Partners VI	35,651			0.00%	18,802			0.00%	19,817			2.42%	17,453			-2.08%	20,599			0.01%	-21.72%	N/A	N/A	N/A
Brinson 1998 Partnership Fund	11,883			0.00%	6,267			0.00%	6,527			13.33%	6,840			-0.98%	9,112			3.37%	16.00%	9.41%	-7.52%	3.66%
Brinson 1999 Partnership Fund	20,639			0.00%	12,442			0.00%	12,960			9.51%	12,447			2.80%	13,584			0.48%	13.11%	14.66%	-9.09%	-1.33%
Brinson 2000 Partnership Fund	42,312			0.00%	22,315			0.00%	23,243			8.48%	23,169			3.30%	25,161			3.01%	15.43%	11.19%	-6.65%	N/A
Brinson 2001 Partnership Fund	25,737			0.00%	14,794			0.00%	12,173			3.41%	12,381			1.05%	11,368			0.81%	5.34%	6.64%	-2.03%	N/A
Brinson 2002 Partnership Fund	14,048			0.00%	7,409			0.00%	7,717			4.15%	7,793			-4.00%	6,400			-4.97%	-4.98%	14.42%	N/A	N/A
Brinson 2003 Partnership Fund	3,060			0.00%	1,614			0.00%	1,681			2.31%	1,235			2.02%	857			-2.71%	1.55%	-4.63%	N/A	N/A
Brinson 1999 Non-US Partnership Fund	12,031			0.00%	6,345			0.00%	5,547			0.00%	7,071			7.91%	7,850			5.73%	14.09%	21.09%	8.14%	4.24%
Brinson 2000 Non-US Partnership Fund	15,261			0.00%	8,048			0.00%	7,669			0.00%	8,066			2.89%	9,571			3.24%	6.22%	15.38%	5.71%	N/A
Brinson 2001 Non-US Partnership Fund	11,893			0.00%	6,272			0.00%	5,781			0.00%	6,080			-1.63%	5,846			0.86%	-0.79%	16.63%	3.39%	N/A
Brinson 2002 Non-US Partnership Fund	22,100			0.00%	11,655			0.00%	11,218			-1.16%	9,953			6.60%	9,537			0.27%	5.65%	18.67%	N/A	N/A
Brinson 2003 Non-US Partnership Fund	7,993			0.00%	4,216			0.00%	4,186			1.17%	2,678			-0.78%	2,061			-0.12%	0.26%	-3.93%	N/A	N/A
Brinson 2004 Non-US Partnership Fund	2,464			0.00%	649			0.00%	671			0.00%	350			-1.76%	400			0.09%	-1.67%	N/A	N/A	N/A
Brinson BVCF IV	62,831			0.00%	33,914			0.00%	35,324			2.69%	36,181			-0.88%	44,981			6.66%	8.56%	21.17%	-9.85%	-10.01%
Matlin Patterson Global Opportunities	69,740			0.00%	35,950			0.00%	43,535			96.76%	26,995			4.11%	44,084			-3.26%	98.18%	13.00%	N/A	N/A
Matlin Patterson Global Opportunities II	33,707			0.00%	18,032			0.00%	16,074			0.00%	20,774			-1.12%	-			N/A	N/A	N/A	N/A	N/A
InvestAmerica	15,633			0.00%	8,244			0.00%	8,587			0.00%	9,032			0.00%	10,133			17.28%	17.28%	-7.73%	N/A	N/A
Hearthstone MSII	3,085			0.00%	1,627			0.00%	0			0.00%	0			536.18%	1,155			106.69%	1214.92%	28.64%	20.32%	N/A
Hearthstone MSIII	73,804			0.00%	42,982			0.00%	39,161			7.20%	47,250			1.26%	52,350			-0.08%	8.46%	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (3)	525,881	2.9%	3.0%	0.00%	283,732	2.0%	3.0%	0.00%	288,966	2.0%	3.0%	11.79%	286,038	2.1%	3.0%	2.75%	310,686	2.4%	3.0%	2.92%	18.21%	7.05%	-11.71%	-3.15%
CASH EQUIVALENTS																								
Northern Trust STIF/STEP	361,484	2.0%	0.0%	0.24%	91,616	0.7%	0.0%	0.14%	169,851	1.2%	0.0%	0.49%	101,635	0.7%	0.0%	0.45%	70,617	0.5%	0.0%	0.44%	1.76%	1.44%	1.86%	3.48%
90 Day T-Bill				0.27%				0.22%				0.57%				0.48%				0.37%	1.92%	0.98%	1.71%	3.29%
TOTAL FUND	18,226,957	100.0%	100.0%	2.34%	14,026,466	100.0%	100.0%	-1.24%	14,209,884	100.0%	100.0%	2.18%	13,875,353	100.0%	100.0%	7.49%	12,895,852	100.0%	100.0%	0.59%	11.67%	15.99%	4.25%	3.59%
POLICY TARGET BENCHMARK				2.29%				-1.00%				-1.05%				6.89%				0.80%	7.96%	13.67%	4.14%	3.12%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(3) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.